COMMONWEALTH OF KENTUCKY

BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

AN EXAMINATION BY THE PUBLIC SERVICE

COMMISSION OF THE APPLICATION OF THE

FUEL ADJUSTMENT CLAUSE OF JACKSON

PURCHASE ELECTRIC COOPERATIVE

CORPORATION FROM NOVEMBER 1, 1990

TO OCTOBER 31, 1992

ORDER

Pursuant to Commission Regulation 807 KAR 5:056, the Commission on December 3, 1992 established this case to review and evaluate the operation of the fuel adjustment clause ("FAC") of Jackson Purchase Electric Cooperative Corporation ("Jackson Purchase") for the two years ended October 31, 1992.

As part of this review, the Commission ordered Jackson Purchase to submit certain information and an affidavit attesting to its compliance with Commission Regulation 807 KAR 5:056. Jackson Purchase has complied with this Order. The Commission further ordered that a public hearing be held in this case but cancelled it when, after publication of notice, no interested party advised the Commission of its intention to attend.

Jackson Purchase is a distribution cooperative which purchases its power from Big Rivers Electric Corporation ("Big Rivers"). In Case No. 90-360-C, the Commission found that Big Rivers incurred

Case No. 90-360-C, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of Big Rivers Electric Corporation from November 1, 1991 to April 30, 1992, Order dated July 21, 1994.

unreasonable fuel costs which were passed on to its member cooperatives. Big Rivers was ordered to return those amounts, with interest, to its members via a monthly credit to its fuel cost over a 12-month period beginning August 1994. These credits will, in turn, be passed through to Jackson Purchase's customers through the normal operation of its FAC.

The Commission, having considered the evidence of record and being otherwise sufficiently advised, finds that:

- 1. Jackson Purchase has complied in all material respects with the provisions of Commission Regulation 807 KAR 5:056 during the period under review.
- 2. Big Rivers has been authorized to transfer (roll-in) a 0.40 mills per Kwh decrease in its base fuel cost to its base rates.
- 3. Jackson Purchase should be authorized to transfer (roll-in) a 0.42 mills per Kwh decrease in its base fuel costs to its base rates to reflect, as adjusted for line loss, the transfer of a 0.40 mills per Kwh decrease in Big Rivers' base rates. This transfer can best be accomplished by a negative energy adder to each Kwh sold.

Case No. 92-490, An Examination by the Public Service Commission of the Application of the Fuel Adjustment Clause of Big Rivers Electric Corporation From November 1, 1990 to October 31, 1992, consolidated with Case No. 90-360-C.

4. The rates and charges in Appendix A, attached hereto and incorporated herein, are fair, just, and reasonable, and reflect the transfer of fuel costs from the FAC to the base rate.

IT IS THEREFORE ORDERED that:

- Jackson Purchase be and it hereby is authorized to 1. transfer to base rates those fuel costs (as adjusted for line-loss) rolled-in by Big Rivers from its FAC to its base rates.
- The rates in Appendix A are approved for service rendered 2. by Jackson Purchase on and after August 1, 1994.
- 3. Within 30 days of the date of this Order, Jackson Purchase shall file with the Commission revised tariff sheets setting out the rates approved herein.

Done at Frankfort, Kentucky, this 22nd day of July, 1994.

PUBLIC SERVICE COMMISSION

ATTEST:

Executive Direc

APPENDIX A

APPENDIX TO AN ORDER OF THE KENTUCKY PUBLIC SERVICE COMMISSION IN CASE NO. 92-509 DATED July 22, 1994.

The following rates and charges are prescribed for the customers in the area served by Jackson Purchase Electric Cooperative Corporation. All other rates and charges not specifically mentioned herein shall remain the same as those in effect under authority of this Commission prior to the effective date of this Order.

SCHEDULE R RESIDENTIAL

Monthly Rates:

Energy Charge:		
First 400 KWH	Per KWH per month	\$.08176
Next 600 KWH	Per KWH per month	.05908
Over 1,000 KWH	Per KWH per month	.05456

SCHEDULE C

Monthly Rates:

Energy Charge:		
Energy Charge: First 500 KWH	Per KWH per month	\$.08193
Next 500 KWH	Per KWH per month	.07215
Next 5,000 KWH	Per KWH per month	.06613
Over 6,000 KWH	Per KWH per month	.05473

SCHEDULE D - COMMERCIAL AND INDUSTRIAL SERVICE AND THREE-PHASE SERVICE

Monthly Rates:

Energy Charge:		
Energy Charge: First 200 KWH	Per KWH per month	\$.04027
Over 200 KWH	Per KWH per month	.03726

SCHEDULE SP SEASONAL POWER SERVICE

Rate Per Year:		
First 1,500 KWH	Per KWH per year	\$.14084
Next 500 KWH/H.P.	Per KWH per year	.10157
All Additional KWH	Per KWH per year	.06077

SCHEDULE I INDUSTRIAL SERVICE

Monthly Rates:

Energy Charge:		
Energy Charge: All KWH	Per KWH per month	\$.0198376

SCHEDULE OL OUTDOOR LIGHTING

Monthly Rates:

400 100 250	Watt Mercury Vapor Watt Mercury Vapor Watt High Pressure Watt High Pressure Watt High Pressure	Lamp Sodium Sodium	Per Per Per	Month Month Month Month Month	per per per	Lamp Lamp Lamp	\$ 6.93 10.36 6.87 9.18 9.68
175	(Flood) Watt Metal Halide		Per	Month	per	Lamp	11.50
	Watt Metal Halide			Month			16.28

SCHEDULE ND - COMMERCIAL AND INDUSTRIAL AND ALL OTHER THREE-PHASE SERVICE (UNDER 25 KVA)

Monthly Rates:

Energy Charge:		
First 500	Per KWH per month	\$.08193
Next 500	Per KWH per month	.07214
Next 5,000	Per KWH per month	.06613
Over 6,000	Per KWH per month	.05473

SCHEDULE CSL COMMUNITY AND PUBLIC STREET LIGHTING

Monthly Energy Charge Per Lamp:

Per Rated KWH \$.03566